By: Representatives Paden, Summers

To: Education;
Appropriations

HOUSE BILL NO. 60

AN ACT TO AMEND SECTION 37-28-55, MISSISSIPPI CODE OF 1972,
TO REQUIRE A CHARTER SCHOOL TO TRANSFER, UPON A STUDENT'S
DISENROLLMENT FROM THE CHARTER SCHOOL, TO THE STUDENT'S HOME
SCHOOL DISTRICT A PROPORTIONATE AMOUNT OF ADEQUATE EDUCATION
PROGRAM FUNDING FOR THE REMAINING MONTHS OF THE SCHOOL YEAR WHICH
THE CHILD IS NO LONGER ENROLLED IN THE CHARTER SCHOOL; AND FOR
RELATED PURPOSES.

- 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 9 **SECTION 1.** Section 37-28-55, Mississippi Code of 1972, is
- 10 amended as follows:
- 11 37-28-55. (1) (a) The State Department of Education shall
- 12 make payments to charter schools for each student in average daily
- 13 attendance at the charter school equal to the state share of the
- 14 adequate education program payments for each student in average
- 15 daily attendance at the school district in which the charter
- 16 school is located. In calculating the local contribution for
- 17 purposes of determining the state share of the adequate education
- 18 program payments, the department shall deduct the pro rata local
- 19 contribution of the school district in which the student resides,
- 20 to be determined as provided in Section 37-151-7(2)(a).

21	(b) Payments made pursuant to this subsection by the
22	State Department of Education must be made at the same time and in
23	the same manner as adequate education program payments are made to
24	school districts under Sections 37-151-101 and 37-151-103.
25	Amounts payable to a charter school must be determined by the
26	State Department of Education. Amounts payable to a charter
27	school over its charter term must be based on the enrollment
28	projections set forth over the term of the charter contract. Such
29	projections must be reconciled with the average daily attendance
30	using months two (2) and three (3) ADA for the current year for
31	which adequate education program funds are being appropriated and
32	any necessary adjustments must be made to payments during the

(2) For students attending a charter school located in the school district in which the student resides, the school district in which a charter school is located shall pay directly to the charter school an amount for each student enrolled in the charter school equal to the ad valorem tax receipts and in-lieu payments received per pupil for the support of the local school district in which the student resides. The pro rata ad valorem receipts and in-lieu receipts to be transferred to the charter school shall include all levies for the support of the local school district under Sections 37-57-1 (local contribution to the adequate education program) and 37-57-105 (school district operational levy) and may not include any taxes levied for the retirement of

school's following year of operation.

46	the local school district's bonded indebtedness or short-term
47	notes or any taxes levied for the support of vocational-technical
48	education programs. The amount of funds payable to the charter
49	school by the school district must be based on the previous year's
50	enrollment data and ad valorem receipts and in-lieu receipts of
51	the local school district in which the student resides. The pro
52	rata amount must be calculated by dividing the local school
53	district's months one (1) through nine (9) average daily
54	membership into the total amount of ad valorem receipts and
55	in-lieu receipts, as reported to the State Department of Education
56	by the local school district. The local school district shall pay
57	an amount equal to this pro rata amount multiplied by the number
58	of students enrolled in the charter school, based on the charter
59	school's end of first month enrollment for the current school
60	year. The amount must be paid by the school district to the
61	charter school before January 16 of the current fiscal year. If
62	the local school district does not pay the required amount to the
63	charter school before January 16, the State Department of
64	Education shall reduce the local school district's January
65	transfer of Mississippi Adequate Education Program funds by the
66	amount owed to the charter school and shall redirect that amount
67	to the charter school. Any such payments made under this
68	subsection (2) by the State Department of Education to a charter
69	school must be made at the same time and in the same manner as

- adequate education program payments are made to school districts under Sections 37-151-101 and 37-151-103.
- 72 (3) For students attending a charter school located in a
- 73 school district in which the student does not reside, the State
- 74 Department of Education shall pay to the charter school in which
- 75 the student is enrolled an amount as follows: the pro rata ad
- 76 valorem receipts and in-lieu payments per pupil for the support of
- 77 the local school district in which the student resides under
- 78 Sections 37-57-1 (local contribution to the adequate education
- 79 program) and 37-57-105 (school district operational levy),
- 80 however, not including any taxes levied for the retirement of the
- 81 local school district's bonded indebtedness or short-term notes or
- 82 any taxes levied for the support of vocational-technical education
- 83 programs. The amount of funds payable to the charter school by
- 84 the school district must be based on the previous year's
- 85 enrollment data and ad valorem receipts and in-lieu receipts of
- 86 the local school district in which the student resides. The pro-
- 87 rata amount must be calculated by dividing the local school
- 88 district's months one (1) through nine (9) average daily
- 89 membership into the total amount of ad valorem receipts and
- 90 in-lieu receipts, as reported to the State Department of Education
- 91 by the transferor local school district. The payable amount shall
- 92 be equal to this pro rata amount multiplied by the number of
- 93 students enrolled in the charter school, based on the charter
- 94 school's end of first month enrollment for the current school

- 95 year. The State Department of Education shall reduce the school
- 96 district's January transfer of Mississippi Adequate Education
- 97 Program funds by the amount owed to the charter school and shall
- 98 redirect that amount to the charter school. Any such payments
- 99 made under this subsection (3) by the State Department of
- 100 Education to a charter school must be made at the same time and in
- 101 the same manner as adequate education program payments are made to
- 102 school districts under Sections 37-151-101 and 37-151-103.
- 103 (4) (a) The State Department of Education shall direct the
- 104 proportionate share of monies generated under federal and state
- 105 categorical aid programs, including special education, vocational,
- 106 gifted and alternative school programs, to charter schools serving
- 107 students eligible for such aid. The department shall ensure that
- 108 charter schools with rapidly expanding enrollments are treated
- 109 equitably in the calculation and disbursement of all federal and
- 110 state categorical aid program dollars. Each charter school that
- 111 serves students who may be eligible to receive services provided
- 112 through such programs shall comply with all reporting requirements
- 113 to receive the aid.
- 114 (b) A charter school shall pay to a local school
- 115 district any federal or state aid attributable to a student with a
- 116 disability attending the charter school in proportion to the level
- 117 of services for that student which the local school district
- 118 provides directly or indirectly.

119	(c) Subject to the approval of the authorizer, a
120	charter school and a local school district may negotiate and enter
121	into a contract for the provision of and payment for special
122	education services, including, but not necessarily limited to, a
123	reasonable reserve not to exceed five percent (5%) of the local
124	school district's total budget for providing special education
125	services. The reserve may be used by the local school district
126	only to offset excess costs of providing services to students with
127	disabilities enrolled in the charter school.

- 128 (5) (a) The State Department of Education shall disburse 129 state transportation funding to a charter school on the same basis 130 and in the same manner as it is paid to school districts under the 131 adequate education program.
- 132 (b) A charter school may enter into a contract with a
 133 school district or private provider to provide transportation to
 134 the school's students.
 - disenrolls from the charter school after month three (3) of the current school year and subsequently enrolls in the school district in which the child resides, the charter school must pay to the school district an amount equal to that school district's pro rata share of adequate education program funding transferred or due to the charter school under subsections (1) and (2) or (3), less a proportionate amount for those months the student was

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enrolled in the charter school.

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144 **SECTION 2.** This act shall take effect and be in force from 145 and after July 1, 2023.

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